

CHELTENHAM LAMINATING COMPANY LIMITED

MODIFIED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 1996

REGISTERED NO: 2297714



CHELTENHAM LAMINATING COMPANY LIMITEDSTATEMENT OF DIRECTORS' RESPONSIBILITIES

Company Law requires the Directors to prepare Financial Statements for each financial year which give a true and fair view of the state of affairs of the Company and of the Profit of the Company for the year. In preparing those Financial Statements, the Directors are required to:

1. Select suitable accounting policies and then apply them consistently;
2. Make judgements and estimates that are reasonable and prudent;
3. Prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the Financial Statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS' REPORT TO THE SHAREHOLDERSOFCHELTENHAM LAMINATING COMPANY LIMITED

We have audited the Financial Statements on pages 3 to 5 which have been prepared under the Historical Cost Convention and the accounting policies set out on page 4.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1, the Company's Directors are responsible for the preparation of Financial Statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

MODIFIED ACCOUNTS

In our opinion, the Directors are entitled to deliver Modified Accounts as a Small Company in accordance with the provisions of the Companies Act 1985.

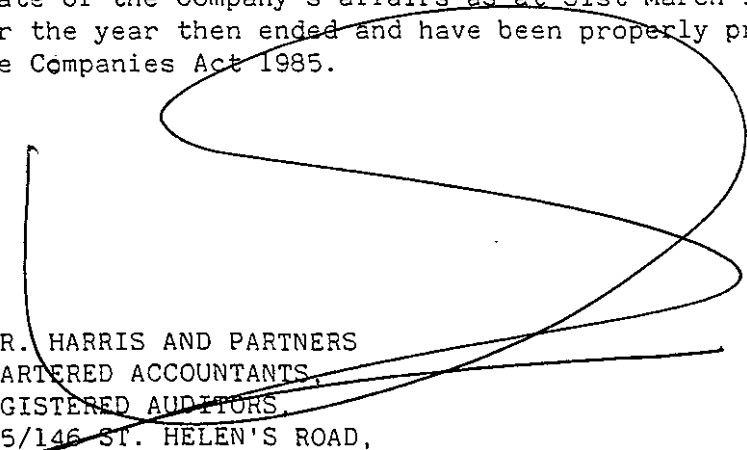
BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the Financial Statements. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the Financial Statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the Financial Statements are free from material mis-statement, whether caused by fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the Financial Statements.

OPINION

In our opinion, the Financial Statements give a true and fair view of the state of the Company's affairs as at 31st March 1996, and of its Profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



H.R. HARRIS AND PARTNERS
CHARTERED ACCOUNTANTS,
REGISTERED AUDITORS,
145/146 ST. HELEN'S ROAD,
SWANSEA, SA1 4DE

20th January 1997

CHELTENHAM LAMINATING COMPANY LIMITED

MODIFIED BALANCE SHEET

AS AT 31ST. MARCH 1996

<u>FIXED ASSETS</u>	<u>Note</u>	<u>£</u>	<u>1996</u>	<u>£</u>	<u>1995</u>	<u>£</u>
Intangible Assets			772895		796703	
Tangible Assets			146380		166122	
			919275		962825	
<u>CURRENT ASSETS</u>						
Stock		73091		79660		
Debtors	2	616167		402913		
Cash at Bank and In Hand		51		17		
		689309		482590		
<u>CURRENT LIABILITIES</u>						
Creditors (Amounts falling due within one year)	3	(364044)		(334767)		
NET CURRENT ASSETS			325265		147823	
TOTAL ASSETS LESS CURRENT LIABILITIES			1244540		1110648	
Creditors (Amounts falling due after more than one year)	4		(437521)		(411432)	
PROVISION FOR LIABILITIES AND CHARGES	5		(10593)		(12290)	
			796426		686926	
			=====		=====	
<u>CAPITAL AND RESERVES</u>						
Called Up Share Capital	6		430000		430000	
Capital Redemption Reserve			20000		20000	
Share Premium Account			75000		75000	
Profit and Loss Account			271426		161926	
			796426		686926	
			=====		=====	

In preparing these Modified Accounts, we have relied upon the exemption for individual accounts provided by Section 247 - 249 of the Companies Act 1985, and Schedule 6 Companies Act 1989. We have done so on the grounds that the Company is entitled to these exemptions as a Small Company.

..... *D. H. H. S.* Director

..... *V. S. S. S.* Director

APPROVED BY THE BOARD: 20th January 1997

The Notes on pages 4 and 5 form part of these Accounts

CHELTENHAM LAMINATING COMPANY LIMITED

NOTES TO THE MODIFIED ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 1996

1. ACCOUNTING POLICIES

The Financial Statements were prepared under the Historical Cost Convention except that Leasehold Property and Improvements are included at their revalued amounts, and on a going concern basis.

2. <u>DEBTORS (Amounts Falling due within one year)</u>	<u>1996</u> <u>£</u>	<u>1995</u> <u>£</u>
Trade Debtors	285550	217676
Other Debtors	3334	1560
Prepayments and Accrued Income	<u>20910</u>	<u>19890</u>
	309794	239126
<u>Amounts Falling Due Outside One Year</u>		
Amount due from Related Company	<u>306373</u>	<u>163787</u>
	<u>616167</u>	<u>402913</u>
3. <u>CREDITORS (Amounts Falling Due within one year)</u>		
Bank Overdraft	48681	21883
Trade Creditors	134590	132044
Social Security and Other Taxes	90630	85170
Accruals and Deferred Income	46739	49494
Directors' Loan Account	20033	20033
Bank Loan	13524	11548
Hire Purchase Agreements	<u>9847</u>	<u>14595</u>
	364044	334767
	=====	=====
4. <u>CREDITORS (Amounts falling due after more than one year)</u>		
Bank Loan	117011	130311
Amount due to Holding Company	316141	267346
Hire Purchase Agreements	<u>4369</u>	<u>13775</u>
	437521	411432
	=====	=====
5. <u>PROVISION FOR LIABILITIES AND CHARGES</u>		
Deferred Taxation	10593	12290
	=====	=====

CHELTENHAM LAMINATING COMPANY LIMITED

NOTES TO THE MODIFIED ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 1996

6.	<u>SHARE CAPITAL</u>	<u>1996</u> £	<u>1995</u> £
	<u>Allotted, Called and Fully Paid:</u>		
	430000 Ordinary Shares of £1 each	430000 =====	430000 =====
	<u>Authorised:</u>		
	450000 Ordinary Shares of £1 each	450000 =====	450000 =====

7. ULTIMATE HOLDING COMPANY

The Company is a wholly owned subsidiary of Cheltenham Holdings Limited, which is registered in England and Wales.